Down Payment / Homebuyer Assistance

FUNDING STATEMENT

All parties to this transaction are responsible for knowing and conforming to the information contained in this statement.

- 1. City down payment assistance (DPA) funding is not guaranteed. Reservations are recorded in the order they are received. Lenders are responsible for making all reservations.
- 2. All borrowers must have attended, and received a certificate of participation in a Pre-Purchase Homeownership Counseling class from either a Michigan State Housing Development Authority (MSHDA) LINKS to Homeownership or HUD Certified counseling agency (see Appendix B of the Program Manual for a list of agencies).
- 3. The city or its representative will perform an inspection of the home being purchased with DPA funds. This inspection includes a mechanical inspection. All code-required repairs must have a permit obtained, and must comply with city, state, and federal guidelines. The city and/or its representatives are not liable for any undetected defects.
- 4. All parties to this transaction must comply with federal lead-based paint requirements. A lead-based paint notification and compliance form must be completed, and submitted as part of this package. HOMEBUYERS ARE STRONGLY ENCOURAGED TO HAVE THEIR HOME TESTED FOR LEAD. Should the city inspection reveal deficiency in any painted surface, that surface must be corrected in a lead-safe manner, and re-inspected prior to closing.
- 5. It will take approximately 2 weeks to obtain a check, issue mortgage documents and deliver to the title company from the time a complete Program package is received and the property passes inspection. A Program representative may attend closing. Closing date/time/location to be coordinated with Program representative.
- 6. Borrower is aware that Program funds require the city to record a non-amortizing, non-interest bearing second mortgage on the property. Program funds are not a direct grant, and maybe subject to some form of recapture.

I/WE HEREBY ACKNOWLEDGE RECEIPT OF THIS DOCUMENT.

Borrower's Signature / Date	Co-Borrower's Signature / Date
Seller's Signature / Date	Seller's Signature / Date
Buyer's Agent's Signature / Date	Lender's Signature / Date

